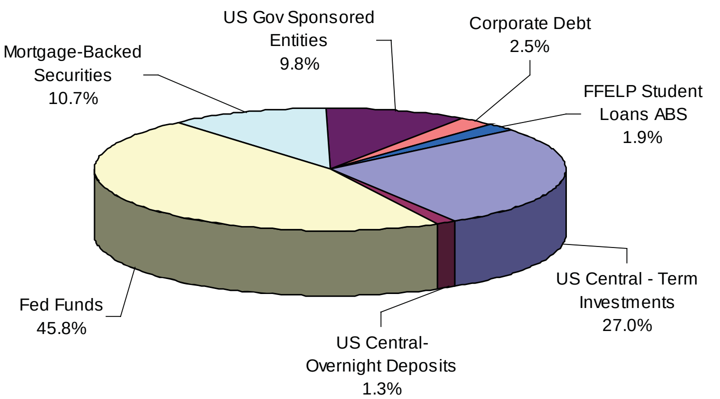
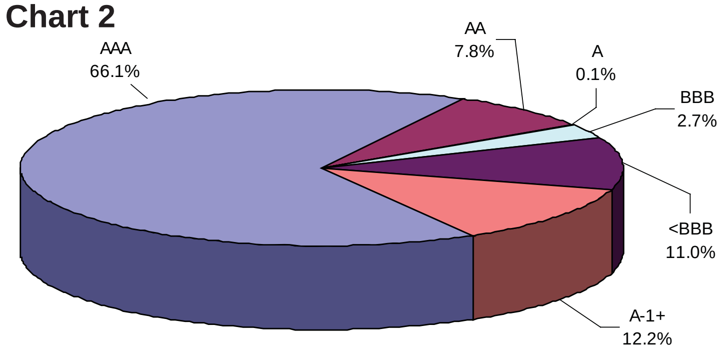
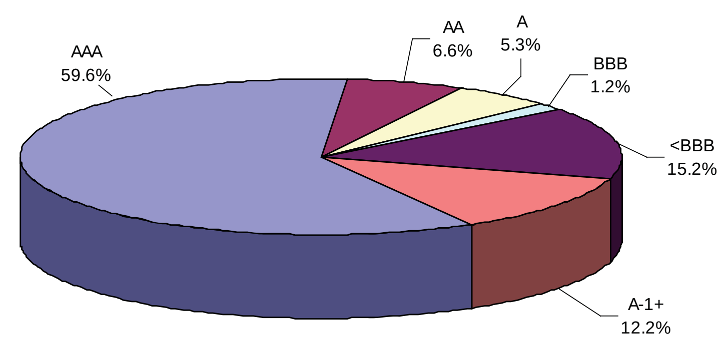
Investment Portfolio Chart 1



Investment Ratings based on Highest Rating Chart 2



Investment Ratings based on Lowest Rating Chart 3



Sector Exposures — Table 1

Investment	Yes	No	% of Portfolio
Auction Rate Notes		✓	
Collateralized Debt Obligations		✓	
Commercial Mortgage Backed Securities		✓	
Extendable Commercial Paper		✓	
Structured Investment Vehicles		✓	
Subprime Mortgages	✓		2.5%

All of the investments Southeast purchases are subject to a thorough analysis prior to purchase and monitored carefully for the period that they are held. The corporate has a Credit Risk Department which is segregated from the Investment Department in order to maintain objectivity. Southeast has made a sizable investment in sophisticated credit risk modeling systems which it uses to credit stress the securities in which it invests.

Table 1 - As indicated in the table above, Southeast does not hold any Collateralized Debt Obligations (CDOs), Commercial Morgage Backed Securities (CMBS), Extendable Commercial Paper or Structured Investment Vehicles (SIVs). The exposure to subprime mortgages changes as the total investment portfolio fluctuates. No additional investments will be made in private label MBS.

Chart 4 - Unrealized Losses/OTTI Trend

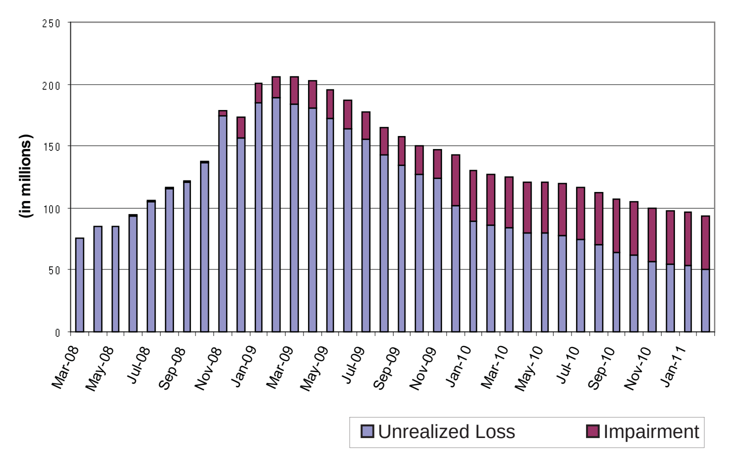


Chart 1 - Reporting for the total investment portfolio has changed to reflect the revised corporate regulation. Fed Funds account balance continues to increase as overnight deposits move away from US Central to the Federal Reserve Bank. Other asset backed security exposure not shown in the chart includes 0.5% exposure to credit cards, 0.4% exposure in auto loans/leases, and 0.1% exposure in time deposit and bank notes. During February, the Corporate purchased its first investments in Small Business Administration Pools. At February month end, SBA pools represented 0.5% of the total investment portfolio.

Chart 2 - Change in ratings during February is the result of SBA and GSE purchases and maturities, pay downs, and sales.

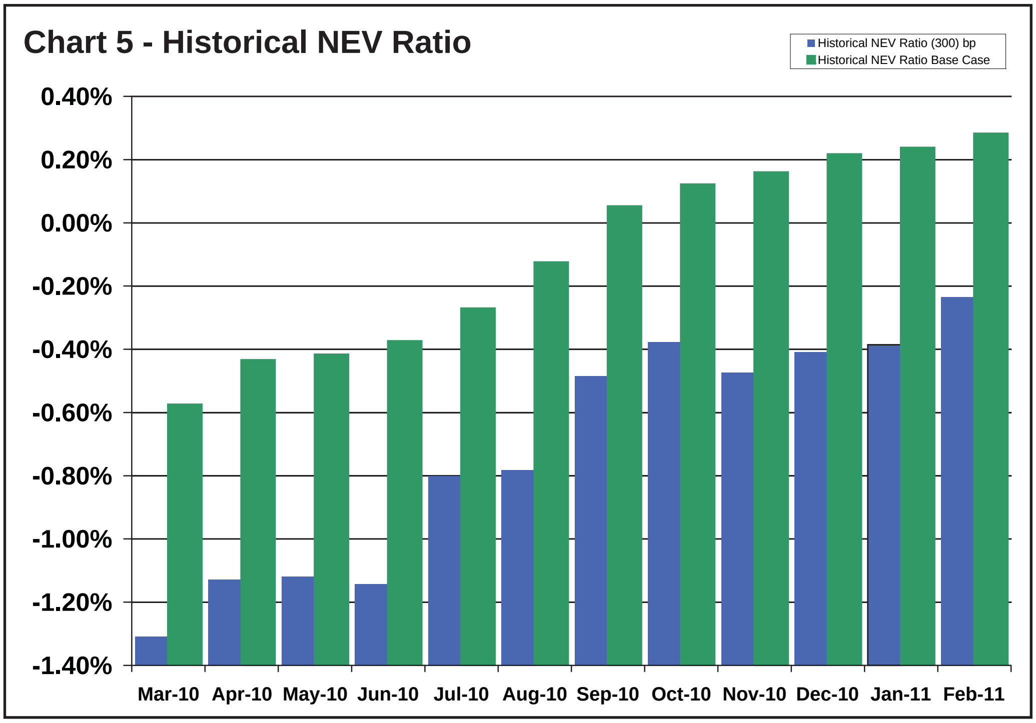
Chart 3 - The revised part 704.6 Credit Risk Management requires that Southeast Corporate evaluate all public Nationally Recognized Statistical Rating Organization (NRSRO) ratings. The lowest rating must be used for ongoing investment compliance and for evaluating all potential investments. The change in ratings reflects pay downs and sold securities.

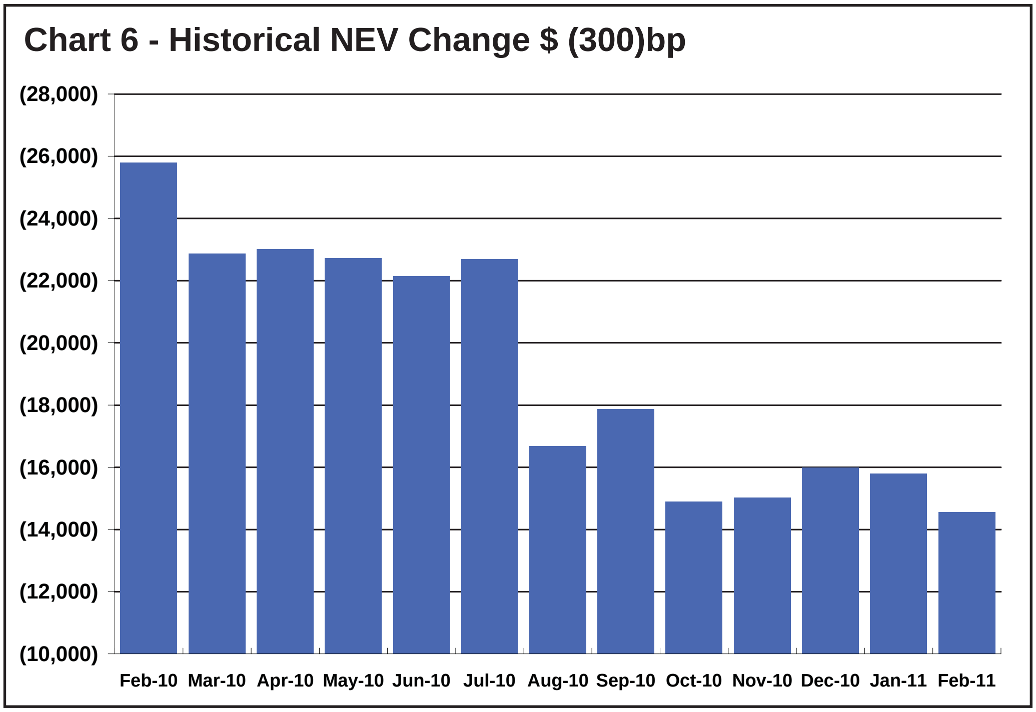
Chart 4 - Unrealized losses during February improved by approximately $3 million. No OTTI were recorded during the month.

Continued on page 2

Chart 5 - Net Economic Value (NEV) is determined by subtracting market value of the liabilities from the market value of the assets. The NEV ratio is calculated by dividing the NEV by the market value of Total Assets. Chart 5 shows the NEV ratio in a base case and the up 300 bps scenario over the last twelve months. Another improvement was noted in the securities pricing for Southeast Corporate's investment portfolio. This improvement translated to an improvement in our NEV ratio. The base case NEV ratio improved from 0.24% to 0.28%, even with an increase in total assets.

Chart 6 - The volatility is measured by subjecting the balance sheet to instantaneous, parallel, and sustained yield curve increases of one, two, and three percent. Once the balance sheet is shocked, the reduction in value to the worst cast scenario is analyzed. The equity dollars at risk in the worst case scenario (up 300 bps) are shown in Chart 6. The volatility decreased over $1 million to $14.6 million at risk. There was volatility reductions in across all mortgage related security sectors.





For more information or questions, call 1-800-342-0203:

Investments: Doug Sexton, Chief Investment Officer at ext., 4061

Credit Risk Assessment: Perry Jones, VP Credit Risk Assessment at ext., 4030

Interest Rate Risk Assessment: Trey Rudder, VP Interest Rate Risk Assessment at ext., 4035